DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 1301 Young Street, Room 833 Dallas, Texas 75202



Division of Medicaid & Children's Health, Region VI

January 14, 2011

Our Reference: SPA-NM-10-08

Ms. Julie Weinberg, Acting Division Director New Mexico Human Services Department Medical Assistance Division Post Office Box 2348 Santa Fe, New Mexico 87504-2348

Dear Ms. Weinberg:

This letter is being sent as a companion to our approval of New Mexico SPA TN 09-027. During our review of that SPA, CMS performed an analysis of the reimbursement for Home Health services, Behavioral Rehabilitation services and Outpatient Alcohol and Drug Treatment services. These provisions were initially submitted as part of TN 09-027. Based on that review, it was determined that pages 19 and 20 of Attachment 4.19-B, as related to the above provisions, are not consistent with current regulations and CMS guidance.

In order to ensure compliance with current regulations and policy related to the above provisions, the State is responsible for the following:

If you have any questions, please contact Suzette Seng at (214) 767-6478.

Sincerely,

/s/

Bill Brooks Associate Regional Administrator

Enclosures